State of Michigan Department of Licensing and

UNEMPLOYMENT **INSURANCE AGENCY**

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Regulatory Affairs

Claiming Underemployment Benefits in Michigan

Underemployment is a situation in which a worker is employed, but his/her work hours and/or wages have been reduced or changed for reasons other than the worker's request. However, under certain circumstances unemployment benefits may be available.

"Earnings" can include the following: a payment of a wage; room, board or other living expenses; vacation or holiday pay; or a payment made by an employer to a separated worker in lieu of notice of a discharge or layoff.

If you are claiming benefits while underemployed you are required to:

- Report gross earnings per week (Sunday through Saturday) when certifying with MARVIN.
- Actively seek full-time work.

You are required by law to report your total gross earnings from all services performed.

How to report earnings for each week

You must report your total gross earnings, not just your take-home pay, for the week in which you actually performed the work, NOT the week in which you received the pay. Be sure to answer "yes" when MARVIN asks you if you worked during a specific week. Then report your total earnings (gross pay) before deductions.

How to calculate your earnings

Multiply your hourly rate of pay by the number of hours you worked during the week (Sunday through Saturday). Then add any other payments received during that week, such as cash payments, vacation pay, holiday pay, severance pay or other wage continuation pay. Report the total earnings to MARVIN.

How earnings affect your weekly benefit amount (WBA) (through October 1, 2015) UIA Form 1541, Weekly Earnings Calculation Worksheet, is available to unemployed workers through the UIA website at www.michigan.gov/uia.

Earnings equal or exceed 1.6 times your Weekly Benefit Amount (WBA)	A. WBA = \$362.00
	B. Total Earnings = \$600.00
	C. \$362 x 1.6 = \$579.20
	D. If B is more than C, then you will not receive a benefit payment for this week.
Earnings are less than 1.6 times your WBA, but greater than your WBA, total earnings are subtracted from 1.6 times your WBA.	A. WBA = \$362.00
	B. Total Earnings of \$420.00
	C. \$362 x 1.6 = \$579.20
	D. If B is more than A, then subtract earnings from C. \$579.20 - \$420= \$159.00
Earnings are equal to or less than your WBA, 0.4 times your earnings are subtracted from your WBA.	A. WBA = \$362.00
	B. Total earnings of \$101.00
	C. If B is less than A, see the calculation below $$101 \text{ x. } 4 = 40.40
	WBA \$362 – \$40.40 = \$321.60 you receive \$321.00

Please refer to your Form UIA 1901 (Green Booklet), Unemployment Benefits In Michigan, for further

NOTE: Failure to properly report earnings may result in severe penalties if fraud is detected.



Michigan Department of Licensing and Regulatory Affairs Unemployment Insurance Agency Authority: UIA Director; Quantity: 1,000 Cost: \$140 (14¢/copy). Paid for with federal funds.

LARA is an equal opportunity employer/program. Auxiliary aids, services and other reasonable accommodations are available upon request to individuals with disabilities.

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